App. F IX-4

1927

File No. 41-26

Previous References (Annl)

Serial Nos. 1-41

Later References

G.F 42.27-1945-14, 15'
Mel 127-27 dls 4275
Dis 26 AB 12A 03
General and Revenue Secretariat.
Rel 40-37-8746,78
Mel 43-49 (3.45)

Serial Nos. Eleven

Part B for August 27

SUBJECT

D C Chunoga states that the Pressent of Govt Rel C has intimated that the Govt grant of Rs 25,000/- for the formation of new extension in the [illegible] Town has been credited to the Municipal funds in the month of June 1925 and that the loan of Rs 25,000 has not been drawn upto till now and requests the Comptroller may be authorised to pay the 1st loan of Rs 25,000/- to the Chunoga Town Mel C

M 11 L 9923 of 20-8-27

To the A.G. Chunoga & Comptroller

Directed that a Sum of Rs 15,000/- thereby the municipality towards the drainage loan should be repaid in annual instalments

dlcb 28/11/25

WD 01220—GPB—37,506—1
App F III—2

General and Revenue Secretariat

File No. 41 of 1926

Serial No

3 Letter No. H 3-596/25-27 dt. 29.9.26 from the Government, Shimla.

Under the provisions of the Shimla Improvement Committee Act the Govt. of India granted Rs 25,000 for the formation of new Cantonments in the Shimla town, and Rs 1,00,000 from the Civil Funds in the month of June 1925 and that the loan of Rs 25,000 has been drawn out of the Civil Funds pursuant thereto but the Committee have not yet commenced the work of the Cantonment. As the Shimla Improvement Committee is now in a position to commence the work of the Cantonment, they have requested the Govt. of India to advance the loan of Rs 25,000 from the Civil Funds.

1) Plan & Detail of proposed suitable housing accommodation for respectable Indian families in the Shimla town in connection with the formation of new Cantonments in Shimla and also a grant-in-aid of Rs 25,000/- together with a loan of Rs 25,000/- to the Municipal Committee repayable in ten annual instalments with 5 percent interest (Vide P.D. No L 7047-57/ dt 18-24-27 dt 30th April 1925)

2) The Govt. of India have agreed that the grant-in-aid of Rs 25,000/- was paid to the Committee in June 1926 and that the 5 annual instalments at Rs [illegible] of the

NOTE—Contin Sheet

General and Revenue Secretariat | File No. 41 of 1926

Serial No.

payment of the loan of Rs 20,000/- to the Town Council.

Put for orders.

3) How may we help the Council as to budget provision etc

4)

5) Is there any provision? Please put up Budget extract. The loan was for the extension of the town of which the water supply is one of the items. Before payment is authorised we would have to know how much the municipality has spent for the extension scheme

6) A copy of the budget note is put up where no information available on the note to show that the [illegible] scheme improvement is included in the provision of this Rs. [illegible] under [illegible] Boards fund

Please send in Complete file

Form—Contin. Sheet

WD 61126—GPB—37,500—1-6-26
App F III—2]

General and Revenue Secretariat | File No. | of 192

Serial No.

1380

1) It is ascertained informally from the M.A.D Section that the amount of Rs 25000 sanctioned in G.O No L 7047 - 57 M & 10-211 27 dated 3 4 25 to the Shimoga Municipality for water supply which is ordered to be utilised for the formation of the new extension in Shimoga - has been included in the Three Lakhs provided for loans & advances in the Budget of the current year

Subs
Nelly MW
25/4/26

2) Before payment is authorised we may perhaps ascertain how far the extension scheme has progressed The water supply scheme is one of the items in the programme & the loan was sanctioned for the entire scheme & not, only for this particular item

B
26/4

Yes

9) Unless the ways and means for the repayment of the loan are clearly explained and the annual instalment is assured the loan amount cannot be disbursed Vide para 3 (g) of L 4-4 25

K
28/4/26

ART
G NOV 1926

Note—Contn Sheet

Serial No.

10) Draft on the basis of this Hon'ble Secy's opinion is put up for approval.

[illegible] 26/12 11) Hon'ble Min. Home & Revenue & Min. Works ordered that the withdrawal for the water supply and a General Instruction be issued that in future in such cases Municipal water supply [illegible], whereas Min. Works & Home ordered to comply with the Govt. order.

[illegible]
9/12

12) The File 94-25 G/4 which was put up for sanction of Rs. 25,000/- mentioned as a loan for the enhancement of the tube wells to be utilised for the enforcement of water supply of the town (Vide G.O. No. L 6645-5/GL 94-25-43 12-4-26). This also the Hon'ble Min. 13) Hon'ble Min. Home-Member in charge on 26/12/43 this Matter under the circumstances the Hon'ble will have to be permitted to draw the money to meet the charge on water supply Improvement Scheme [illegible]

14) The Hon'ble have been asked to send up proposals as to how they wish to lay up the amount of the loans

NOTE.—Contn. Sheet

Serial No.

in connection with the request & with the offer of the Darrang authorities for the mode of discharge of this loan will however in that connection ~~be discussed~~ be discussed in the General A draft is however sent in consideration in accordance with the Deputy opinion.

6857 3/1

Joint Member 27/12

16) The Municipality have raised the same point as Darrang viz the draft may cause and the Secretary Darrang

5/1/27

16) Submit for record.

5/1/27

17 6/1/27

17) Please prepare copies for communication to the Secretary

7/1

NATIONAL SECRETARIAT 6 JAN 1927 PL 1987

2347

NATIONAL SECRETARIAT 6 JAN 1927

2037-26

Today

18) Prepare & issue copies of the Co-Communication

1) Yes, I am enclosed Rs 300/- 6/1

Note—Contn Sheet

WD 61226—GPB.—37,506—1-6-26
App F III—2]

General and Revenue Secretariat

File No. of 1926

Serial No.

4 Letter No. 163643 G 1.27 of the Deputy Commissioner, Shimoga.

Invites attention to the G.O. of the 3/4th April 1925 and states that certain wells in Hosa and Ramapura for the improvement of which loans are already outstanding and the annual instalment is overdue have now become unfit for use and requests that the loan amount should be suspended as requested.

GENERAL & REVENUE SECRETARIAT 14 FEB 1927

5 No. in 3 C.586/25-27 dated 25.2.27 from the Deputy Commissioner, Shimoga forwarding for orders a copy of letter dated 15.2.27 from the President, Shimoga Taluk Board, stating that the question of repayment of the annual loans by the Taluk is engaging the attention of the Council and requesting that in view of the fact that Machinery for improvements works have been carried out & further action Council be taken, a sum of Rs. 1,000/- which is immediately required may be kindly authorised to be paid.

The case is limited to paras 2 and 13 supra

NOTE—Contn. Sheet

WD 01926—GPB—37,500—1-9-26
App. F III—2]

General and Revenue Secretariat

File No 41 of 1926

Serial No.

21) The financial secretary has objected to the payment of the loan amount in view of the existing circumstances now explained the GI Secretary may perhaps change the opinion given & he may be consulted if approved Rbd

Pune 1 3 27

3.3.27

Gen Sec

PROVINCIAL SECRETARY
7 MAR 27
No. 4153

22) I think a sum of Rs 10,000 may be allowed at the disposal of the Municipality.

First Member Hon'ble

4/3

Secretary.

23) Refer para one

13/3

Secy

24) There is no compliance with the request made in our letter of 8th March 1927. It is not known what efficacy there is in further keeping the information

25) In the circumstances I beg to propose the proposal & make my recommendation

8/3/27

2889-26
4.3.27

26) Please work to complete at once

9222 for 9/3 time

9/3

9222/9/3

Note Contn. Sheet

WD 01226—GPB—37,500—1-9-26
App. F III—2]

General and Revenue Secretariat | File No 41 | of 192

Serial No	
	27) Draft please 28/1/73
	28) Draft submitted with reference to paras 24 & 26 above Dmn 10/3/24 29) Dmn 28 11/3
6	No d/6882 dated 22.3.24 To The Accountant, Bhavnagar With reference to the 3rd item the information called for in col 4 should be furnished at once so as to enable Govt to take action at once
7	No m 3 C 41 of 23-24 dated 24 3 24 From The Accountant, Bhavnagar With reference to this office letter of 5 1 24 stating that entries wages & returns of expenditure of loans are ancient for want amount. will not be furnished by the Accountant explaining the financial position and remedy of the H.L. and request

24 - 1 - 24

NOTE.—Contd. Sheet

WD 61229—GPB—37,500—1-6-26
App F III—2]

General and Revenue Secretariat | Rev File No. 41 | of 192 6

Serial No.

that sanction may be accorded to the following proposals

1) That the moiety viz Rs 15000 paid on the utility on account of the old drainage scheme may be waived.

2 That the loan of Rs 25 crores may be made free of interest the period of repayment being increased from 10 to 20 yrs.

The statement of liabilities given with the present letter differs from the statement furnished in this office letter of 15-5-26 Flag M in the linked file. In the statement accompanying the Govt's letter the debt due on account of the drainage scheme is given as 15,000. This is exclusive of the amount promised to be waived by Govt viz Rs 15,400 vide Flag M para 4.

The Municipal Council now request that the moiety viz Rs 15000 remains also be waived.

They further request that the loan be made interest free repayable in 20 yrs instead of 10 years as sanctioned already

Note—Contin Sheet

Serial No.

Ref paras 24 & 26 supra

2) The Municipal Council were asked to state definitely what amount they would set apart each year towards the several loans which at the time of addressing them were found to stand as follows:-

		Rs.
(1)	Cost of materials supplied by the Public Works Department while handing over charge of water works.	7,204-5-9
(2)	Balance of loan towards the old water supply scheme.	16,000-0-0
(3)	Model house loan.	15,000-0-0
(4)	Loan in regard to old Drainage works.	30,400-0-0
(5)	Loan for Water Supply Improvement Works.	25,000-0-0
		93,604-5-9

The outstandings as per Deputy Commissioner's present statement against each are as follows.-

(1)	Rs.	7,100
(2)	"	19,505
(3)	"	15,000
(4)	"	15,000
(5)	"	25,000

3) Item 5 has yet to be drawn by them. The Financial Secretary wanted the Municipal Council to indicate the amount and periods of repayment towards all these definitely, before allowing the Municipal Council to draw Rs.25,000/-.

4) Again, Government promised to accept Rs.15,000 for drainage instead of Rs.30,400/- only, if the Municipality gave the definite information wanted as above. They simply say provision is being made for this loan as others and the Municipality have to bear the payments for ordinary and extraordinary expenditures which their revenues cannot sufficiently meet. They also want further concessions in regard to the new loan. The Public Works Department

Note. Contd.Sheet

Serial No.

2.

has been pressing for adjustment of Items 5 and 6. 37) The question has to be settled one way or other. They want now more concessions, though Government promised to show some concession. Perhaps the dues on drainage may be waived and the terms of repayment of Rs.25,000/- to be advanced insisted upon. If so, the Municipal Council must be asked again to definitely state the amounts which A they will undertake to set apart towards all loans after adjusting the dues on account of cost of --- materials. The Financial Secretary is not for allowing the Municipal Council to draw the new loan until definite assurance is given.

38) The suggestion at A may be

10.2.25 4/4

37) 11/4

10) Draft- submitted for approval

8/4 8/4. 11) Issue

8 To the D C Shimoga, No. of 11 4 27

Request to definitely state the amounts which he is willing and undertake to set apart towards the Central Board

General and Revenue Secretariat.

File No Rev 41 of 1926

Serial No.	
	loans after augmenting the charge on account of the Cost of materials
9	From the Deputy Commr, Shimoga Dt. No 1310 / 14 dt 2) Forwarded copy of the Resolution of the Taluk Board Council requesting the amount which the Municipality undertakes to set apart towards the Taluk Board. ii) Submitted for orders with reference to paras 33 to 37 below. 20/5-'26
	Please note with reference to the budget of the Mlty is in a position to set apart amount as proposed for repaying the loans the instalments due on the Model House loan are not is same being set apart Please verify Early please 26/5—
	) In the Budget of the Shimoga Town Mlty for 1927-28 (just received) under the head - I Public Debt - Rs 48,630/- is provided as against Rs 9,880/- The increase is mainly due to —(1)

NOTE—Contn. sheet.

App. F'-III—2]

General and Revenue Secretariat.

Jud File No 41 of 1926

Serial No.

I) adjustment of Rs 10000 due to Water Supply Deptt in connection with the Water Supply Improvement estimate of Rs 75,000

II) adjustment of Rs 5000/- due on a/c of materials which were handed over by this to Water Supply a/c

III) adjustment of Rs 25,000/- amount of new loan sanctioned to be drawn shortly by the Water Supply Deptt in full adjustment of the Water Supply Improvement estimate

Explanatory Memo

IV)(a) that a sum of Rs 23,261 has been spent towards the repayment of the I^st Water Supply loan of Rs 27,000 & there remains a balance of Rs 3739/- which will be completely paid up by Govt a/c at about Rs 1630/- a year

(b) a sum of Rs 8000/- has been paid towards the II Water Supply loan of Rs 20,000 leaving a balance of Rs 12,000 to be completely paid up by the end of May 1933 at Rs 2000/- a year

(c) a sum of Rs 6000/- has been invested in the Govt Savings Bank at the rate of Rs 2000/- a year for the repayment of the Model House Loan of Rs 15,000 due on 1932

(d) a sum of Rs 3000/- (estimated under repayment of deposits -

) Submitted for orders with reference to paras 43 - supra

Kal 4/7 4/7

NOTE—Contin. sheet.

WD 8822—6/25—10,000—4-5-27

14)

Apr F III—2]

General and Revenue Secretariat. | File No | of 192

Serial No.

49) Submitted with reference to paras 33 & 39 the Shimoga Municipality wanted permission to draw the amount of Rs 25000/- sanctioned by them as loan for Shimoga Water supply improvement As other amounts are due from this Municipality to Govt they were asked to state definitely how they proposed to pay up those amounts, before permission could be given for drawing the amount of the new loan The President of the Municipality has now sent a reply showing how the old loans will be paid up

50) There is reference in the note above (Vide para 33) to five loans including the present one, which have been sanctioned but not drawn From the Dy Comr and Presidents letter it appears that there are five loans exclusive of the present loan — one more than we have taken account of Possibly the President is treating as his loan what in the Comptroller's accounts has been taken as one loan. This will be verified.

48) It appears from the Presidents letter

NOTE—Contin. sheet.

WD 2292—GPB—10,000—4-5-37

App. rF III—2]

15)

General and Revenue Secretariat. | File No | of 192

Serial No.

that in respect of these loans the Municipality has been making regular payments — in the first and second water supply loans, and the accounts of the materials left by the Municipality by the Water Works Dept On regard to the Model house loan they are paying Rs 2000/- each year so as to be able to pay up the dues in 1932 Only as regards the drainage works loan they ask that the whole amount be written off.

4 9) On the whole therefore the Municipality, it must be admitted, have been making efforts to meet their express obligations. The present request may therefore be sanctioned It is stated that the money urgently required for going on with the water supply Engg. works, as the Engg Dept have spent all the money given them so far for the work

5) The Municipality propose repayment of the loan in 20 years This may be allowed.

6) It does not seem necessary to then any concession in regard to the drainage

Form—Contn. sheet.

WD 2222—GPD—10,000—4-5-27

App. F III—2]

General and Revenue Secretariat. | File No | of 192

Serial No.

H 137/167

loan further than what is proposed in the connected file (please view) - that is, to reduce the amount of the loan from Rs 30 thousand approximately to Rs 15 thousand on certain conditions

2) If there should be any difficulty in the financial department in finding the whole of the amount of Rs 25000/- now required for use by the municipality, Rs 19000/- may be allowed to be drawn from State funds and the other Rs 6000 need be adjusted from the amount set apart by the municipality for repayment of the model house loan. This amount stands to the now in the Savings Bank and may well be treated as paid to Govt in part repayment of the model house loan and lent back to the municipality for Water Supply improvements

Mod 15/7

Hon'ble Member

NOTE—Contn. sheet.

WD 2222—GPB—10,000—4-5-37

17)

App. F III—2]

General and Revenue Secretariat. File No 41 of 1926

Serial No.

53) It is ascertained from the Executive Officer that the amount of Rs 25000/- required for loan to the Shimoga municipality is taken into account in framing the Estimate of 2.8 crs in the 27-28 Budg (vide App H)

54) As regards provision in the municipal Budget of Shimoga for 27-28 for repayment of the loan to be drawn nothing has been provided yet but there is an the remarks column it is stated that the matter is under correspondence with govt (vide correspondence flagged C in the file) The municipality have promised to make an annual provision of Rs 1250 for the first 5 years The amount being raised to Rs 2000 of the financial position of the municipality improves -

Shows nil 18/2/27

55) Sent to the Dist. Collector & P.W.D Nothing to be paid towards the amount of 7100 due from the Municipality

If necessary the Budget etc of the municipalities will be called from the L.S.G. Branch and put up

Yes please do so with pencil 19/2/27

Why not, Vide para 2 of letter 9/3/27

Note—Contin. sheet.

WD 2000—GPD—10,000—4-5-27

Ap⁴. F III—2]

General and Revenue Secretariat. File No 41 of 1926

Serial No

Hon'ble Minister. The Municipality want the loan within the year. They have not been making any progress towards the work. As regards the present loan of Rs 25,000 in addition to forwarded towards the project in the Provincial Budget Estimate.

20/2/27

There are two requests of the Municipality upon which orders are required. Firstly, permission to draw the loan of Rs.25,000 already sanctioned, making it repayable in twenty instead of ten instalments, secondly, writing off the moity of the cost of the drainage works, viz Rs.15,400, which they are asked to pay.

As regards the second item, I may at once say that the attitude of the Municipality in asking for this concession is not reasonable. In their resolution dated 2nd June 1926, the Municipal Council expressed their thanks for the concession shown by Government in granting & write off the other moity of Rs 15,400 and excusing the payment of interest on the balance. The Council distinctly promised to make provision for the repayment of the loan at the rate of Rs 2,500 per annum from th

NOTE—Contn. sheet.

WD 2222—SPB—10,000—4-5-27

pp. F [II—2]
neral and Revenue Secretariat.

File No 41 of 1926

Serial No.

the year 1927-28 The Municipality is now asking for a reopening of this question and has made no provision for the payment of the first instalment of Rs 2 500 in the budget for the current year, submitted to Government for sanction

5) I think the Municipality has been liberally treated and it must be told to make necessary provision in the budgets for the repayment of the sum of Rs 15 400 due by it in six annual instalments ~~to meet further demands~~.

6) Subject to compliance with the above arrangement, the Municipality may be permitted to draw the new loan of Rs 25,000, ~~for which provision has been made~~ in the State Budget for the purpose.

7) The proposal made in the letter of the Deputy Commissioner of 14th May 1927, to repay towards the principal (besides interest) in instalments fixed at Rs 1,250 for the first five years, and thereafter of Rs 2,000, till the whole loan is discharged, may be accepted

8) ~~Attention is invited to paragraph 4 of~~ the above

First December)

2) Papers with the Secy

Secy 27/7

3) Branch Officer

Nov 27/7

NOTE—Contin. sheet.

WD 2000—GPB—10,000—4-5-27

App. F III—2]

General and Revenue Secretariat. Fin. File No. 41 of 1926

Serial No

64) Draft G.O. submitted for approval with reference to para. 63 supra

65) It is for advice, whether, in view of the omission in the Budget of the Shamozai Dam Subsidy – the provision of Rs 2500/- towards the instalment due etc., as noted by the Secy in the note supra, the Budget may be returned to D.C for inclusion of this demd & resubmission –

W

Para 57 ante noted

Fl 390 16.8.27

2346 16/8

Secy 5/8 Revised draft submitted as directed by the Secy

Secy 5/8 Ord for perusal before issue

16/8

FIN. & REV. SECTION
D. 19 27
FINANCIAL BRANCH

Fr Com 268

Secy 17.8.27

Issue order 19/8

Fin. Secy has approved of the draft Send with draft and Fair Communicaty like Co.

20.8.27

Communicated vide H Com 268 dt 20 8 27

HOUSE—Comin. sheet

WD 6261—GPB—G.S.D.—24-8-27

119

App. F III—2]

General and Revenue Secretariat. File No 611 of 1926

Serial No.	
11	To D.C Shimoga & Comf dated 29 Aug 1927 Directs that a sum of Rs 15,000 due by the Taluq Board to the Drainage Loan should be repaid in 6 annual instalments from 1927-28 & subject to compliance with the above the Municipality will be permitted to draw the Loan of Rs 25,000

B
2/9

NOTE—Contn sheet.

WD 6284 -4PS—60,000—24 8-27

No. M.Y - 886/28-27

OFFICE OF THE DEPUTY COMMISSIONER,
SHIMOGA DISTRICT

Shimoga, Dated the 29th September 192

From

A K. Syed Tajpeeran Esqr B A,
Deputy Commissioner
Shimoga District

To

B.Nagappa,Esquire.,Bar-at-law.,
Secretary to Government,
Local & Legis.Departments,
B a n g a l o r e

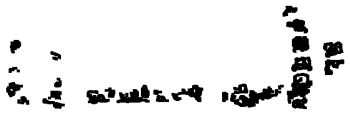
Sir,

Adverting to G.O.No.L.7047-51/Ml.10-26-27 dated 5th April 1925,sanctioning a grant of Rs 25000/-and also a loan of Rs 25000/- to the Shimoga Town Municipality towards the scheme for the formation of new extensions in Shimoga Town, I have the honour to state that the President Shimoga Town Municipality in his letter No. 327 dated 22-9-1926 intimated that the Government grant-in-aid of Rs 25000/- was transferred to the Municipal Fund in the month of June 1925, the loan of Rs 25000/- not having been drawn up till now.

The estimate for Rs 75000/- for the improvement of the Water Supply to the Shimoga Town was sanctioned in G.O.No.L.6448-56 Ml 24-25-4 dated 18-4-1925 and the work was entrusted to the Public Works Department. It is reported that a sum of Rs 40000 has already been placed at the disposal of the Executive Engineer, Water Supply Division,Bangalore, during 1925-26 towards the execution of the work.

The Municipality has yet to pay Rs 35000/- to the Public Works Department in connection with the above. I request you therefore to be so good as to authorise the Comptroller to pay the Government loan of Rs 25000/- to the Shimoga Town Municipality

Council at an early date



I have the honour to be,

Sir,

Your most obedient Servant,

Deputy Commissioner,
Shimoga District.

App. F VI. 61.]

SUBJECT.....

Diary No. of letter replied to 1461L

Section [illegible]
File No. 41-26
Serial No 4

No 1433Bk

To

General and Revenue Secretariat
(L. S.)
the 1926

Date of issue 8th January 27

Signed by [illegible]

Sir,

With ref to your endorsement No. 3.
586/26-27 L dtd Sept 1st 1926 regarding
land for Employment Bureau, to enquire
& pay the Court fees of Rs 25 and
sanctioned
Tender of the Shimla Improvement Comm...
Bureau, for superintendence [illegible]
in connection with the scheme of [illegible]
ing their endorsements on the form, d
and tenancy & covenants referred to
para 3 of G.O. No. 7047-51, Rev 26-
273 dtd 31 (dated August 1925 and [illegible]
[illegible] Private land, under the Govt,

List of enclosures.....

Copied by.....

Examined by.....

over

[illegible]

[illegible]

[illegible]

and means for the repayment of
the loan are clearly explained and -
the annual instalment is assured,
the loan amount should be sanctioned disbursed
as requested.

Thanks

No. Fin B C586/2627 : From Office of the Acting Commissioner Shimoga District

Dated, Shimoga 25-2-27

To,

C T Kesavaccepar, Esquire BA,
Acting Commissioner,
Shimoga District
Shimoga

Ref 41-26-3

To

B Nagappa, Esquire, Bar-at-Law
Secretary to Government Law Dept
Bangalore

Sir,

Adverting to your letter No. L 4364 Fin L 41-26-4 F dated 8th January 1927, on the matter of the disbursement of the Government loan of Rs 25,000/- for the Water Supply Improvement Works in Shimoga, I have the honor to forward herewith a copy of letter No. 308 dated 15-2-27 from the President of the Shimoga Town Municipal Council &c- will be seen therefrom, that the question of repayment of the several loans of the Municipality is engaging the attention of the Municipal Council and that early

early action will be taken in the matter

The machinery and other parts for the Improvement Works are reported to have been received and further action cannot be taken without funds. It is reported that at least a sum of Rs 10,000/- is found to be immediately necessary to push through the work Under the above circumstances, I request you to kindly authorize the Comptroller to pay Rs 10,000/-, so as to enable the Executive Engineer, to proceed with the Improvement Works

I have the honor to be
Sir,
Your most obedient Servant

Deputy Commissioner
Shimoga District

h

Copy of letter No 3088 of 15-2-27 from the President-Chairman Town Municipal Council to the Deputy Commissioner Shimoga District

---

With reference to your Memo No M3C 586/26-27 of 21-1-27 forwarding a copy of letter No L 4364/M-L 41-26-4 of 8-1-27 from the Secretary, Local and Legislature Departments viz. intimating that the loan amount cannot be disbursed till definite proposals regarding the provision for the repayment of the several loans are submitted, I have the honor to state that the matter is engaging the attention of the Council and will be placed before the next meeting.

I request that in view of the machinery and other, loan to have been received already, at least a sum of Rs 10,000 may kindly be placed at the disposal of the Executive Engineer for meeting the Cost of the works

---

"Copy"
for Deputy Commissioner
Shimoga

[XVI F VL 61]

SUBJECT

Diary No. of letter replied to

General and Revenue Secretariat
( )
the 192

Date of issue 22-3-27

Signed by

List of enclosures.....

Copied by

Examined by .....

Section 2nd
File No. 41-26
Serial No 6

No 16662

To

The Secretary Corporation
Shimoga

Sir,

With reference to your letter No M 3 C 5 P6/26-27 dated 25-2-27 for the granting of a loan of Rs 1000/- and of the loan of Rs 25,000/- sanctioned to Shimoga municipality for the receipt of proposals from the said City for repayment of several loans, I am directed to state that Government the information

over

Called for in this office --

to RC4564/RB 41-28-4 -

dated 8/1/24 should be forwarded at once to this office for the attention of [illegible] ~~before final action can be taken upon your application~~

I have the

Jr Genl Insp General

Office of the Deputy Commissioner,

Shimoga District

Dated Shimoga 24th March 1927

From

B T Kesavalenger, Esq ,B.A ,

Deputy Commissioner,

Shimoga District

To

R Ranga Rao, Esq., B A , B L ,

Secretary to Government,

General Department,

Bangalore

Sir,

With reference to letter No. L 4264/41-26-4 dated 8th January 1927 from the Local & Legislative Secretary, stating that unless the ways and means for the repayment of the loans are clearly explained and the annual instalment is assured, the loan amount of Rs 25,000/- sanctioned for improvement to conservancy and water supply and expenditure in connection with the water supply improvements in this municipality will not be allowed to be drawn, I have the honour to bring to the notice of Government the following circumstances for the kind consideration of Government and favourable orders

2 This Municipality has been borrowing funds from time to time for carrying out certain urgent improvements in regard to sanitation and water supply and most of the loans have been very kindly advanced by the Government I append a statement showing the loans borrowed from time to time, the amounts paid so far, the balance remaining to be discharged and the annual allotment in the budget necessary therefor from the appended statement, it will be seen that the Municipality is indebted at present to the extent of Rs 56,806/- and when the amount of Rs 25,000/- is drawn, it will be indebted to an extent of Rs 81,000 from the date statement

it will be seen noticed that for discharging the existing loans a provision of Rs 7800/- annually is made in the budget including interest charges and the old loans are being gradually repaid. When the new loan of Rs 25,000/- is drawn, the municipality will have to make an additional provision of Rs 3750/- for repayment of the loan and interest charges. In addition there is a further liability which the Municipality has been directed to shoulder and repay and this relates to a sum of Rs 15000/- on account of the Drainage Scheme sanctioned by the Government years ago, which is now inoperative and useless. On account of this liability imposed, the Municipal Council has to find another Rs 2500/- annually for the discharge of the debt. It will thus be seen that the Municipality has to set apart annually Rs 14000/- out of its normal revenues amounting to about Rs 55000/-, towards the liquidation of the loans. This by itself takes up nearly 25% of the revenues of the Municipality.

3. The maintenance charges of the water supply scheme, repairs and renewals amount to about Rs 15000/- per year which is another 25% of the normal income of the Municipality. The remaining amount is barely sufficient to meet the charges on account of conservancy establishment, lighting charges and administrative charges of the Municipality. The Town, it is needless to add, requires attention in all directions and the convenience afforded to the rate-payers is very inadequate. Every attempt is being made to improve the finances of the Municipality and collect all recoverable arrears and separate proposals will be made shortly for expediting collection of arrears and for greater supervision over the collection of octroi and other miscellaneous items of revenues. Even when all this is done, it will not be possible to ignore the situation, that whatever extra money is realised by a remission of taxes, collection of arrears or supervision over octroi realisations, the whole of it will have to be earmarked for the improvement of the sanitation of the town

including improving lighting facilities &c

4 In view of the above circumstances, I beg to leave to lay before Government for their very kind consideration and favourable orders the following proposals in the matter of the repayment of the loan to be sanctioned now -

(1) In the first place, I would once again respectfully urge for the kind consideration of Government the fact that it works as a great hardship for the Municipality to be called upon to pay Rs 15000/- which is a moiety of the liability fixed on the Municipality in connection with the old drainage scheme The Scheme was undertaken on the advice of the technical officers of the Government but unfortunately it has not benefited the Municipality, which it tends to be a danger during flood seasons It would be a great relief if the Government will be graciously pleased to waive this claim as a special case having regard to the special circumstances involved in it.

(2) Secondly as regards the loan of Rs 35,000/- I would respectfully propose that it may kindly be granted free of interest and the period of repayment increased from 10to 20 years This will enable the Municipality to save annually Rs 2500/- which amount is urgently needed for extending the benefits of improved sanitation to the town

5 It will be seen from the above that no attempt has been made to ask for any concessions in respect of the older loans which will be duly discharged and for which due provision is being made in the Budget The proposals now submitted are in the best interests of the Municipality while not tending to strain State funds to any great extent Having regard to the fact that this town is situated at the entrance to one of the most important of the Malnad Districts for the improvement of which the Government are so anxious, I submit that the concessions

asked for are not very large I beg to add that works have been started and materials have been received and only Rs 40,000/- out of Rs 75,000/- have been advanced to the Executive Engineer, Water Supply Division for executing the works Unless he is paid fully I am afraid the improvement works will be stopped in the middle and the public will be put to much difficulty for want of an adequate supply of water & as payments are due to the firms who have already supplied machinery and pipes in connection with the Water Supply Improvement and interest will have to be paid if payments are delayed for over a month from the date of their delivery and under the circumstances explained above, I request that the Government may be pleased to accord immediate permission to draw the loan amount of Rs 25,000/- to be placed at the disposal of the Executive Engineer, Water Supply Division under whose directions the improvements are being effected

I have the honour to be,

Sir,

Your most obedient servant,

Deputy Commissioner,

Shimoga District

Statement of Indebtedness of the Shimoga Municipality

S No:	Name of Loan	Amount Sanctioned	Rate of Interest	Govt Order Sanctioning the Loan	Amount payable annually	Amount paid up to 30-6-1926	Amount due on 1-7-1926	Remarks
1	Water Supply 1st Loan repayable in 20 annual instalments	27,000/-	4%	1538/M1 8-08-17 D/ 6-8-09	1987/- Excluding interest also	21,495/-	5,505/-	Provision is made in the budget every year for the repayment of this loan
2	Water supply II loan repayable in 10 annual instalments	20,000/-	6%	L 6706-8/M1 31-22-6 dated 31st Mar:1923	2060/- includes interest also	6,000/-	14,000/-	--do--
3	Model House loan raised on debentures	15,000/-	6%	700-30/M1 43-17 dated 7th Aug 1917	900/- only towards interest 2000/- for sinking funds	-	15,000/-	The loan is repayable in July 1932 ₹ 4000/- has been kept in Govt Savings Bank as reserve fund at 4½
4	New Water supply loan repayable in 10 annual Instalments	25,000/-	5%	-	-	-	-	Yet to be drawn
	Miscellaneous debts							
6	Incurred in connection with the Drainage scheme						15,000/-	The Drainage scheme was sanctioned in G O.No. 1751-5/P W 8645-9 dated 15/8/17 and ₹ 15000 was ordered to be paid as moiety of cost of the scheme as per letter No 6966/M1 140-24-8 dated 17/8/26 from the Secretary, Local & Legislative Dpts
6	Cost of materials to be paid to water supply department				Total		7,100/- 56,605/-	

Deputy Commissioner,
Shimoga District

F VI. Cl.]

BJECT

Section Rel
File No 41/26
Serial No. 8

ary No of letter replied to 4640

No. L 7320

To

The Deputy Commr
Shimoga Dr

General and Revenue Secretariat
(Rel)
the 192

Sir,

With reference to your
letter No Rel. C 41 — 26 of 24th
instant (42) requesting the views of
Government for the repayment of the
loans of the Shimoga Town
Municipality, I am directed
to request you to definitely
state the amounts which they will
undertake to set apart towards
the several loans
all loans after adjusting the
cost on account of
materials

A very early reply is

Received

le of issue. 11th April 27

ued by

t of enclosures.

ed by

ained by

WD 01265—GPB—31,000—24-12-25

8/4 Reply.

11/4

No 1310

Office of the Deputy Commissioner,
Shimoga District

Dated, Shimoga the 14th May 1927

From,

B T Kesaveriengar, Esquire, B A,
Deputy Commissioner,
Shimoga District

To,

R Ranga Rao, Esquire, B A, B L,
General Secretary to Government,
Bangalore

Sir,

With reference to your letter No 7320/RD 41-26-9 dated 11th April 1927 regarding ways and means for the repayment of the loans of the Shimoga Town Municipality and asking me to definitely state the amounts which the Municipality will undertake to set apart towards the several loans after adjusting the due on Account of the cost of materials, I have the honor to forward herewith a copy of the resolution of the Municipal Council passed at their meeting held on the 30-4-1927 From the resolution of the Municipal Council it will be seen that the 1st water supply loan of 27,000/- has been paid up to a large extent and there remains only a balance of Rs 5,500/-

As regards the Second water supply loan of Rs 20,000/- the Municipal Council has been regularly making annual provision for the repayment, and up-to-date Rs 8,000/- has been paid, the last payment having been made in May 1927 There is thus a balance of Rs 12,000/- the payment of which will be made as already agreed to

About the model house loan, the Municipal Council is in a position to discharge this amount in due time viz, 1928, the amount required therefor is being set apart and

About the cost of the materials viz, 7110-12-0 out of Rs 1,110-12-0 has already been adjusted and the balance Rs 6,000/- will be paid up within the

of Rs 1,000/- per month

As for the present loan of Rs 25,000/- yet to be drawn the Council undertake to provide annually Rs 1,250/- towards the repayment A larger instalment could have been arranged if the Municipal Council had not other older loans to discharge The resources of the Municipality are limited and with the limited resources available, every attempt is being made to respect all obligations previously incurred, and unless Government help is extended to enable the Municipality to carry on its normal administration, the Municipality will be forced to deprive the rate-payers of certain amenities in regard to sanitation and water supply which it would otherwise be able to extend to them

Considering that the Council have been regularly paying the instalments towards the liquidation of the existing water supply loans, I consider that the extra annual provision they have to make towards the repayment of the new loan of Rs 25,000/- may be limited Rs 1,250/- for the present, and the loan of Rs 25,000/- may kindly be permitted to be drawn at once and placed at the disposal of the Executive Engineer, Water Supply Division for Water supply Improvement Works If after the discharge of the earlier loans, the Municipality is in a position to allot more funds for the liquidation of this loan, the question of increasing the instalment of repayment may be enquired to be reconsidered and the repayment amount increased to Rs 2,000/- annually, after 5 years, by which time it may be expected that the Municipal Council finances will improve owing to growth of trade, improved railway and bus traffic and also growth of industrial concerns As regards the Drainage loan of Rs 15,000/- the Council would feel gratoful if the amount is written off as prayed for in my previous letter on the subject This is a concession which is specially urged as the scheme has not

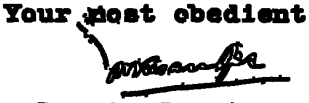
proved

proved of much value to the town.

I have the honor to be,

Sir,

Your most obedient servant,



Deputy Commissioner,

Shimoga District

Proceedings of the 9th Ordinary General meeting of the Shimoga Town Municipal Council held in the Town Hall on Saturday the 30th April 1927 at 8-30 A M

Resolution No 6

Deputy Commissioner's memo No M 3 C 41/ 26-27 dated 11th April 27 forwarding a copy of letter no L7320 Ml 41 26 8 from the General Secretary to Govt requesting to intimate definitely the amount which the Municipality will undertake to set apart towards the several loans after adjusting the dues on account of the cost of materials

Resolved that Government be informed that the municipality are prepared to repay the various loans as follows -

Firstly the municipality will continue to pay the instalments in connection with the first water supply loan as hitherto, the balance being only Rs 5,505/-

Secondly, they will also continue to pay the instalments agreed to in respect of the second loan as heretofore

Thirdly as regards the third water supply loan due to be paid by the Government, the municipal Council once again request the Government to graciously allow the loan to be repaid in 20 years instead of in 10 years and interest charges thereon be waived The Municipality will duly make the necessary provision of Rs 1250/- every year for the repayment of this loan

As regards the model house loan of Rs 15,000/- the Municipality has already made necessary provision therefor and will be in a position to repay the loan in due time viz , 1932

The loan due to the P W D on account of the materials amounting to Rs 7,110-14-0, arrangements have been made to pay at once Rs 1,110-14-0 and the balance of rupees 6,000/- in six monthly instalments of Rs 1,000/- each

The

The Municipal Council once again respectfully request the Government to sanction the waiving of the loan of Rs 15,000/- on the old drainage scheme proposed by the Deputy Commissioner and President on behalf of the Municipal Council

(SD) B T Kesavaiengar,
President

" COPY "

For President 14/5/37
Town Municipal Council
Shimoga
Sale

1-28-9
5629
'26/

Letter No 1340 dated the 14th May 19 7 from the Deputy Commissioner Shimoga District to the General Secretary to Government Bangalore

****

With reference to your letter No 7320/M1 41-26-6 dated 11th April 19.7 regarding the ways and means for the repayment of the loans of the Shimoga Town Municipality and asking me to definitely state the amounts which the Municipality will undertake to set apart towards the several loans after adjusting the dues on account of the cost of materials I have the honour to forward herewith a copy of the resolution of the Municipal Council passed at their meeting held on the 30th April 19.7 From the resolution of the Municipal Council it will be seen that the 1st water supply loan of Rs 7 0 0/- has been paid up to a large extent and there remains only a balance of Rs . 000

2 As regards the second Water supply loan of Rs 20,000/- the Municipal Council has been regularly making annual provision for its repayment, and up-to-date a sum of Rs 0000/- has been paid the last payment having been made in May 19.7 There is thus a balance of Rs 1200 /- the payment of which will be made as already agreed to

3 About the model House loan the Municipal Council is in a position to discharge the amount in due time viz , 195., and the amount required therefor is being set apart duly

About the cost of the materials viz , 7 10-14-0 an amount of 1 110-14-0 has already been adjusted and the balance of 6000/- will be paid up within six months at the rate of Rs 1000/- per month

4 As for the present loan of Rs 25,000/- yet to be drawn the Council undertake to provide annually Rs 1250/- towards the repayment A larger instalment could have been arranged if the Municipal Council has not other older loans to discharge The resources of the Municipality are limited and with the limited resources available ever attempt is being made to respect

all obligations previously incurred and unless Government help is extended to enable the Municipality ~~xxkk hexfarxed taxMaprixesxthexrxitexpayexsxxfxx~~ to carry on its normal administration the Municipality will be forced to deprive the rate-payers of certain amenities regard to sanitation and water supply which it would otherwise be able to extend to them

Considering that the Council have been regularly paying the instalments towards the liquidation of the existing water supply loans I consider that the extra provision they have to make towards the repayment of the late loan of Rs 25 0 0/- may be limited to Rs 1250/- for the present and the loan of Rs 20 000/- may kindly be permitted to be drawn at once and placed at the disposal of the Executive Engineer Water Supply Division for water supply improvement works If after the discharge of the earlier loans the Municipality is in a position to allot more funds for the liquidation of this loan the question of increasing the instalment of repayment may be caused to be reconsidered and the repayment amount increased to Rs 2000/- annually after five years by which time it may be expected that the Municipal Council Finances will improve owing to growth of trade improved railway and bus traffic and also growth of industrial concerns As regards the Drainage loan of Rs 15 000/- the Council would feel grateful if the amount is written off as prayed for in my previous letter on the subject This is a concession which is specially urged as the scheme has not proved of much value to the town

---

"Copy"

For Deputy Commissioner

R90

Shimoga Town Municipality

Proceedings of the 9th Ordinary General meeting of the Shimoga Town Municipal Council held in the Town Hall on Saturday the 30th April 1927 at 8-30 A M

Resolution No 6 Deputy Commissioner's memo No M 3 C 41/ 26-27 forwarding a copy of letter No L 7320 M1 41-26-8 dated 11th April 1927 from the General Secretary to Government requesting to intimate definitely the amount which the Municipality will undertake to set apart towards the several loans after adjusting the dues on account of the cost of materials

—

RESOLVED that Government be ~~requested~~ informed that the Municipality are prepared to repay the various loans as follows

Firstly, the Municipality will continue to pay the instalments in connection with the first Water Supply loan as hither-to, the balance being only R$ 5,505/-

Secondly, they will also continue to pay the instalments agreed to in respect to of the second loan as here-to-fore

Thirdly, as regards the third water supply loan due to be paid by the Government, the Municipal Council once again request the Government to graciously allow the loan to be repaid in 20 years instead of in ten years and interest charges thereon be waived The Municipality will duly make the necessary provision of R$ 1250/- every year for the repayment of this loan As regards the Model House loan of R$ 15000/- the Municipality have already made necessary provision therefor and will be in position to repay the loan in due time viz , 1932 The loan due to the Public Works Department on account of materials amounting to R$ 7110-14-0 arrangements have been made to pay at once R$ 1110-14-0 and the balance of R$ 6000/- in six monthly instalments of R$ 1000/- each The Municipal Council once again respectfully request the Government to sanction the waiving of

the loan of Rs 15000/- on the old drainage scheme proposed by the Deputy Commissioner and President on behalf of the Municipal Council

x x x

_Sd _ B T, KESAVAIENGAR

Deputy Commissioner &
President

"Copy"

2 6 57 for Deputy Commissioner

Bag

In all future Correspondence please quote No. 1310/26-27

Enc: Two

OFFICE OF THE DEPUTY COMMISSIONER
SHIMOGA DISTRICT

Shimoga, Dated the 4th June, 1927

Dear Sir,

In reply to your D O No L 8245 dated 16th May 1927 calling for the views of the Municipal Council in the matter of discharging the debts of the Shimoga Town Municipality, I send herein a copy of my letter No. 1310 dated the 14th May 1927 dealing with the above subject in detail. The original reference on the subject was received from the Secretary, Local and Legislative Department. Since there is change of work in the Secretariat the letter referred to above was addressed to the Secretary, General Department. Anyhow, I have enclosed a copy for your ready reference.

Yours sincerely,

For Deputy Commissioner

M Venkatesha Iyengar Esq., M A.,
Assistant Secretary to Government, Bangalore

Rg-1310/26-27
Gn. Ons

Office of the Deputy Commissioner,
Shimoga District
Dated Shimoga 7th July 1927

From

B T Kesavaiengar, Esq , B A ,
Deputy Commissioner,
Shimoga District

To

R Ranga Rao, Esq , B A , B L ,
General Secretary to Government,
Bangalore

Sir,

I have the honour to invite your kind attention to my letter No 1310 dated 14th May 1927 explaining the ways and means for the repayment of the several loans of the Shimoga Town Municipality and also definitely stating the amounts which the Municipality would be able to set apart every year towards the several loans The extent to which the older loans have already been repaid has also been indicated in the same letter

2 The Municipality have since paid a sum of Rs 1767/- towards the 1st Water Supply Loan, a further sum of Rs. 2000/- towards the cost of materials viz , Rs. 7110/- and have deposited another sum of Rs 2000/- in the Savings Bank as sinking fund for the discharge of model house loan in 1932, as per terms of the debenture The amount due to the Government at present out of the several loans are --

3738/-	towards the 1st water supply loan to be paid completely by June 1929 at Rs 1767/- a year
12000/-	towards the second water supply loan to be paid completely by May 1933 at Rs 2000/- a year
4000/-	towards the cost of materials payment to be completed by 1st Nov 27 at Rs. 1000/- a month

This

Thus it will be seen that the Municipality have been regularly meeting their liabilities every year

3 The Executive Engineer, Water Supply Division under whose directions the improvements are being effected states in his letter No 7 dated 2nd July 1927 (copy enclosed for information) that out of the forty thousand rupees placed at his disposal payments to an extent of Rs. 37818/- has been made and unless the balance amount is paid the progress would be re-tarded

4 Considering the circumstances explained in my letter No 1310 dated 14th May 1927 referred to supra and the necessity for early completion of the work from which the Municipality expects an equitable return from house connections, I request that the Government may be pleased to accord immediate permission to draw the loan amount of Rs 25000/- to be repaid in 20 annual instalments of Rs. 1250/- a year as represented in my letter No 1310 dated 4th May 1927 This amount will have to be urgently placed at the disposal of the Executive Engineer, Water Supply Division in order that the work may be completed early as the difficulties due to inadequate supply of water from the present plant is keenly felt

I have the honour to be,

Sir,

Your most obedient servant,

Deputy Commissioner

Letter No 7 dated 2nd July 1927 from the Executive Engineer Water Supply Division to the President Town Municipal Council Shimoga

****

I have the honour to invite your kind reference to my letter No 1529 of 24th April 1927 and subsequent reminder No 1796 of 17th June 1927 requesting you to intimate whether any reply has been received from the Government permitting you to draw the loan amount of Rs 25000/- the total charges up to 30th June 1927 are Rs 37818/- A few more firm bills are pending payment If these bills are also paid the total charges may exceed Rs 40000/- As the work is in progress and the same has to be finished soon I request you to kindly [illegible] a range to place the remaining sum of Rs 15000/- at my disposal at a very early date as otherwise the progress may be retarded

---

"Copy"

Deputy Commissioner

Shimoga District

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE

No 2244 WAD I

Bangalore, dated 15th June 192 7

From

S. SHAMANNA, Esq., B.A
Comptroller to the Government of
His Highness the Maharaja of Mysore
BANGALORE

To

B Nagappa, Esq , Bar-at-law,
Secretary to the Government of Mysore,
Law Department, Bangalore

Sir,

I have the honor to invite your kind reference to your letter No L/3957 dated 16th December 1926 and to request to be informed when the final orders of Government may be expected in the matter adjustment of the share to be borne by the Shimoga Municipal Council amounting to Rs.24,771/- on account of the work "Improving the drainage of the Shimoga Town As it is not desirable to keep unadjusted from a long time the expenditure already incurred out of State Funds the President of the Municipal Council was requested to issue a crossed cheque for the amount in favour of the Executive Engineer, Sanitary and Town Planning Division, Bangalore, in this office No 2137/WAD I dated 30th May 1927 but no reply has yet been received The Deputy Commissioner, Treasury Department, Shimoga District, who was request to intimate the amount at the credit of the Municipality with a view to authorise him to adjust the amount compulsorily against the Municipality in the event of non-compliance with the above requisition under Article 477 of Mysore Public Works Account Code 2nd Edition states in his No H.C.122/Try 26-27 dated 4th June 1927 that the amo at the credit of the Municipality is only Rs.6,397-12-5 which is not at all sufficient to meet this liability As it would be convenient if this large outstanding is cleared before the close of the offici year, I request that orders of Government in the matter may be -

obtained

6240

obtained and communicated as early as possible.

I have the honor to be,
Sir,
Your most obedient servant,

L 119

A. Raghavan
For Comptroller.

NK
14.6

MSR Submitted

Orders are issued sanctioning in G.O. No. 5 dated 28-8-46 directing the Accountant Public to withdraw a sum of Rs 2000/- annually towards the above Branch which This will be placed in the file

Yes
28/8 Accts.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No.
WAD.I.461.

Bangalore, dated 14th September 1927.

1258 L.
16. SEP 1927

From

S. SHAMANNA, Esq., B.A.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

To

B. Nagappa Esq., Bar-at-Law.,
Legal Remembrancer and
Secretary to Government,
Law Department,
B a n g a l o r e.

Sir,

In continuation of this office No.2244 dated 14th June 1927, inviting your kind reference to your letter No. L.3957 dated 16th December 1926, I have the honor to request to be informed when the final orders of Government may be expected in the matter of the adjustment of the share to be borne by the Shimoga Municipal Council amounting to Rs.24,771/- on account of work done for "Improving the drainage of Shimoga Town". This amount is outstanding in the Suspense Account for a long time.

I have the honor to be,
Sir,
Your most obedient servant,

Assistant Comptroller.

Proceedings of the Govt. of H.H.
the Maharaja of Mysore.

Read:-

G.O. No. D.O. 3/24-25 dated the 10th April 1925 sanctioning a fresh loan of Rs.25,000/- to the Shimoga Town Municipal Council towards the Improvement of Water Supply etc., of the Shimoga Town

2. Correspondence ending with letter No. L.6968/M1.140-24-8 dated the 15th May 1926 from the Secretary L.L. Departments, to the Deputy Commissioner, Shimoga Dt, in regard to the loan of Rs. 30,400/- due from the Municipality to the Government towards the Drainage Improvement Works of Shimoga Town Municipal Council.

3. Letter No. M.3.1310-26 dated the 7th July 1927 from the Deputy Commissioner, Shimoga and President Shimoga Town Municipal Council requesting permission to draw the new loan of Rs. 25,000/- sanctioned towards the Improvement of Water Supply immediately.

Order No. L 992-3/Rev 41-26-11

Bangalore, the 20th August, 1927.

In the letter of the 15th May 1926, read above, Government stated that in view of the unsatisfactory condition of the finances of the Shimoga Town Municipal Council and other commitments, which the Municipality has to meet, they were prepared to waive a sum of Rs. 15,400/- out of the total loan of Rs. 30,400/- due to Government towards the Drainage Improvement Work and the interest on the balance of Rs.15,000/- if the Municipal Council undertook and provide

in

in ~~Adjustments~~ 1926-27, a sum of Rs.2,500/- per annum for repayment of the balance. A loan of Rs.25,000/- for improvements of the Bhinnga Water Supply which was mentioned in the G.O. dated the 10th April 1925 read above, was not permitted to be drawn by the Municipality pending the settlement of the question of the Drainage Loan and the manner of the ~~repayment~~ repayment of other loans due to Government.

2. The President of the Municipal Council, has since reported, stating that various sums have been paid towards the first Water Supply Loan and towards the cost of the materials in the same ~~connection~~ and that a sum of Rs. 2,000/- has been deposited in the Savings Bank as Sinking Fund for the discharge of ~~another~~ loan. He has also requested that as the Municipality's finances are in a poor condition the Drainage Loan be completely written off and that in view of arrangements having been made for repaying the other loan ~~amount~~ of the new Water Supply ~~loan~~ ~~may be permitted to be drawn.~~

3. The Municipal Council promised previously to make provision for the repayment of the Drainage dues at the rate of Rs. 2,500/- per annum from the year 1927-28. No provision has been made for the payment of the 1st instalment of Rs. 2,500/- in this year's budget. The Municipal Council now request that the whole amount of the loan be waived. Govt regret that ~~this~~ it is not possible ~~to grant the request~~ and direct that the said sum of Rs. 15,000/- due by the Municipality should be repaid in 6 annual instalments ~~from the current year~~

this year.

Subject to compliance with the above arrangements the Municipality will be permitted to draw the new loan of Rs.25,000/-.

2. As regards the repayment of this loan, Government approve of the proposal made by the Deputy Commissioner to repay the principal(in addition interest at the rate of 5% previously approved) in instalments fixed at Rs.1,250/- for the first 5 years and thereafter at Rs. 2,000/- till the whole loan is discharged.

FOR GENERAL SECRETARY TO GOVT.

To

The Deputy Commissioner, Shimoga Dt.
The Comptroller to Govt. Fin. & Financial Sect.

V.V.K.I.
16/8